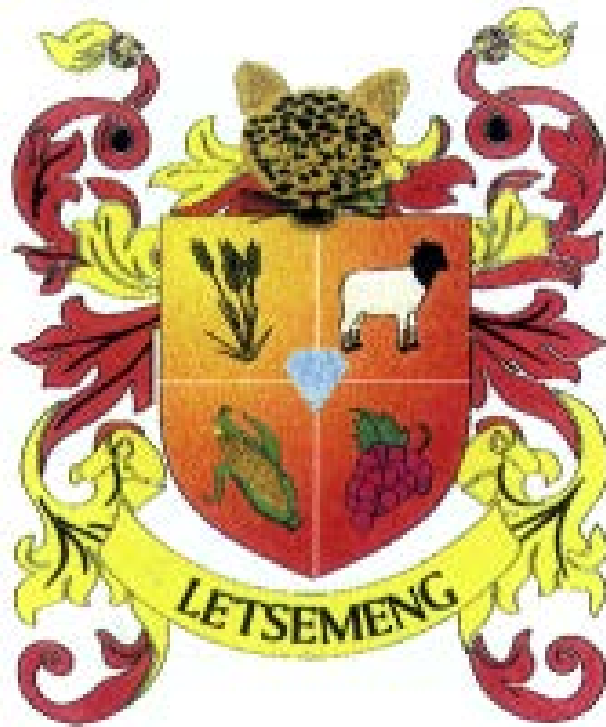


Letsemeng Local Municipality



MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK 2014-15

TABLE OF CONTENTS

PART 1

- 1.1. Mayor's report
- 1.2. Resolutions
- 1.3. Executive summary
- 1.4. Annual budget tables

PART 2

- 2.1. Budget process
- 2.2. Alignment of the annual budget with the integrated development plan
- 2.3. Measurable performance objectives
- 2.4. Overview of the budget-related policies
- 2.5. Overview of the budget assumptions
- 2.6. Overview of the budget funding
- 2.7. Expenditure on allocations and grant programmes
- 2.8. Councillor and board members allowances and employee benefits
- 2.9. Monthly targets of revenue, expenditure and cash flow
- 2.10. Annual budgets and service delivery and budget implementation plan: internal departments
- 2.11. Annual budgets and service delivery agreements: municipal entities and other external mechanisms

2.12. Contracts having future budgetary implications

2.13. Capital expenditure details

2.14. Legislation compliance

2.15. Other supporting documents

2.16. Municipal Manager's quality certificate

Annexures

Tariff list

PART 1

1.1. MAYOR'S REPORT

The Mayor's report (formerly Mayor's budget speech) will be presented by the Mayor to Council during the final budget.

1.2. RESOLUTIONS

1. Council hereby resolve that the annual budget of the municipality for the financial year 2014-15; and indicative budget for the two outer years 2015-16 and 2016-17 be approved as set-out in:
 - a) Table A1: Budgeted Summary
 - b) Table A2: Budget Financial Performance (Revenue & Expenditure by standard classification)
 - c) Table A3: Budget Financial Performance (Revenue & Expenditure by municipal vote)
 - d) Table A4: Budget Financial Performance (Revenue & Expenditure)
 - e) Table A5: Budgeted Capital Expenditure by vote, standard classification and funding
 - f) Table A6: Budget Financial Position
 - g) Table A7: Budget Cash Flow
 - h) Table A8: Cash backed reserves / accumulated surplus reconciliation
 - i) Table A9: Asset Management
 - j) Table A10: Basic Service Delivery Measurement
2. that property rates tariff and tariffs for other services charges as reflected in the formal tariff list be approved for consultation processes;
3. Council hereby resolve that the community and the relevant stakeholders
4. Council hereby resolve the Accounting Officer advertise and make available copies of the draft IDP; tabled budget and draft policies and that they be submitted to the relevant stakeholders.

1.3. EXECUTIVE SUMMARY

This section provides an overview of the Letsemeng Local Municipality's 2014-15 to 2016-17 Medium Term Revenue and Expenditure Framework. It includes an assessment of how the budget links with the national and provincial government contexts along with a review of the fiscal position of municipality.

The Municipality's budget must be seen within the context of the policies and financial priorities of national, provincial and district government. In essence, the spheres of Government are partners in meeting the service delivery challenges faced by Letsemeng Local Municipality. The municipality alone cannot meet these challenges. It requires support from the other spheres of Government through the direct allocation of resources, both financial and non-financial as well as the achievement of their own policies.

Therefore the municipality's resources have been allocated taking into consideration the priorities as set out during the State of the Nation Address, State of the Provincial Address(SOPA), as well as other guidelines as issued by other spheres of government. Despite this, the BTO experienced some challenges during the compilation of the 2014-15 MTREF which can be summarised as follows:

- (a) The on-going difficulties in the national and local economy and limited economic activities within Letsemeng municipality;
- (b) Aging and poorly maintained infrastructure with no capital maintenance plans to appropriately allocate resources towards maintenance;
- (c) The need to reprioritise projects and expenditure within the existing resource envelope given the cash flow realities and declining cash position of the municipality due to low revenue collection rates;
- (d) The increased cost of bulk water and electricity (due to tariff increases from Oranje Reit / Kulkfontein Dam and Eskom), which is placing an upward pressure on service tariffs to residents. Continuous high tariff increases are not sustainable as there will be a point where services will no-longer be affordable to the majority of the residents of Letsemeng Municipality (thereby increasing consumer debtors of the municipality);
- (e) The need to develop tariffs that are cost reflective of providing such services;
- (f) Absorption of permanent employees who were previously on contract or casuals and that is having a major impact on the budget especially employees remuneration and benefits.
- (g) The need to meet the community expectations in terms of service delivery with the limited financial resources at hand.

The following budget principles and guidelines directly informed the compilation of the 2014/15 MTREF:

- (a) Budgeting for a funded and credible annual budget compared to a balanced budgeted;
- (b) The 2013-14 Adjustments Budget priorities and targets, as well as the base line allocations contained in that Adjustments Budget were adopted as the upper limits for the new baselines for the 2014-15 annual budget;
- (c) Tariffs on services and property rate increases should be affordable and should generally not exceed inflation as measured by the CPI, except where there are price increases in the inputs of services that are beyond the control of the municipality, for instance the cost of bulk water and electricity;
- (d) There will be no budget allocated to national and provincial funded projects unless the necessary grants to the municipality are reflected in the national and provincial budget and have been gazetted as required by the annual Division of Revenue Act.

Total operating revenue has increased by R3.9 million for the 2014-15 financial year when compared to the 2013-14 Adjustment Budget.

Total operating expenditure for the 2014-15 financial year has been appropriated at R120.6 million and translates into a budgeted deficit of R8.1million. When compared to 2013-14 Adjustment Budget, operational expenditure has grown by R9.8 million in the 2014-15 budget and by R11.1 million and R7.7 million for each of the respective outer years of the MTREF.

1.4. ANNUAL BUDGET TABLES

Below are the annual tables as per the requirements of Municipal Budget and Reporting Regulations:

- a) Table A1: Budgeted Summary
- b) Table A2: Budget Financial Performance (revenue & expenditure by standard
1. classification)
- c) Table A3: Budget Financial Performance (revenue & expenditure by municipal
vote)
- d) Table A4: Budget Financial Performance (revenue & expenditure)
- e) Table A5: Budgeted Capital Expenditure by vote, standard classification and
funding
- f) Table A6: Budget Financial Position
- g) Table A7: Budget Cash Flow

- h) Table A8: Cash backed reserves / accumulated surplus reconciliation
- i) Table A9: Asset Management
- j) Table A10: Basic Service Delivery Measurement

FS161 Letsemeng - Table A1 Budget Summary

Description	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Financial Performance										
Property rates	4 247	5 350	7 295	6 739	6 739	6 739	-	7 157	7 579	7 996
Service charges	23 053	24 542	46 571	44 222	44 222	44 222	-	46 421	50 289	53 477
Investment revenue	1 967	3 001	3 429	1 352	1 352	1 352	-	3 500	3 707	3 910
Transfers recognised - operational	45 845	48 782	54 673	53 974	53 974	53 974	-	53 929	53 772	51 159
Other own revenue	542	1 110	1 341	2 324	2 324	2 324	-	1 519	1 556	1 642
Total Revenue (excluding capital transfers and contributions)	75 655	82 786	113 308	108 611	108 611	108 611	-	112 525	116 903	118 184
Employee costs	21 767	25 382	25 459	35 970	31 527	31 527	-	37 975	44 154	46 991
Remuneration of councillors	2 096	2 425	2 798	3 575	3 575	3 575	-	3 700	3 937	4 189
Depreciation & asset impairment	21 835	21 930	19 977	6 438	6 438	6 438	-	11 700	12 391	13 072
Finance charges	1 351	4 383	3 703	68	118	118	-	125	133	140
Materials and bulk purchases	14 711	17 097	19 953	20 701	22 701	22 701	-	24 109	25 531	26 936
Transfers and grants	-	-	-	-	-	-	-	-	-	-
Other expenditure	29 644	33 905	46 728	45 447	46 511	46 511	-	43 089	45 605	48 154
Total Expenditure	91 404	105 121	118 619	112 199	110 870	110 870	-	120 699	131 751	139 482
Surplus/(Deficit)	(15 749)	(22 336)	(5 310)	(3 589)	(2 260)	(2 260)	-	(8 174)	(14 848)	(21 298)
Transfers recognised - capital	21 920	22 733	23 167	42 306	42 306	42 306	-	35 889	79 381	87 993
Contributions recognised - capital & contributed a	2 348	283	-	2 506	2 506	2 506	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	8 519	680	17 857	41 223	42 552	42 552	-	27 715	64 533	66 695
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	8 519	680	17 857	41 223	42 552	42 552	-	27 715	64 533	66 695
Capital expenditure & funds sources										
Capital expenditure	24 271	24 508	649	44 812	44 812	44 812	-	43 034	86 945	95 972
Transfers recognised - capital	21 920	24 216	23 167	42 306	42 306	42 306	-	35 889	79 381	87 993
Public contributions & donations	-	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	2 506	2 506	2 506	-	7 145	7 564	7 979
Total sources of capital funds	21 920	24 216	23 167	44 812	44 812	44 812	-	43 034	86 945	95 972
Financial position										
Total current assets	25 741	43 347	37 575	43 347	43 347	43 347	-	44 665	46 145	47 660
Total non current assets	160 851	626 406	624 769	647 630	647 630	647 630	-	435 565	418 170	447 387
Total current liabilities	4 021	21 483	12 657	18 579	18 579	18 579	-	18 105	18 244	19 039
Total non current liabilities	5 357	41 336	13 671	-	-	-	-	13 776	14 588	15 391
Community wealth/Equity	241 637	614 237	614 523	608 701	608 701	608 701	-	610	611	612
Cash flows										
Net cash from (used) operating	34 592	2 048	(12 213)	(15 343)	23 541	23 591	-	(13 950)	23 262	23 217
Net cash from (used) investing	(29 952)	(22 250)	-	42 524	42 524	42 524	-	45 160	47 825	50 455
Net cash from (used) financing	-	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	4 673	(15 529)	(27 742)	69 181	108 065	108 115	42 000	75 814	146 901	220 574
Cash backing/surplus reconciliation										
Cash and investments available	7 695	22 477	19 479	22 477	22 477	22 477	-	22 825	23 433	24 139
Application of cash and investments	(19 398)	886	11 692	14 096	2 860	2 860	-	13 596	14 399	15 190
Balance - surplus (shortfall)	27 093	21 591	7 787	8 381	19 617	19 617	-	9 229	9 035	8 949
Asset management										
Asset register summary (WDV)	24 706	24 746	135	37 048	37 048	37 048	64 873	64 873	25 654	33 229
Depreciation & asset impairment	21 835	21 930	19 977	6 438	6 438	6 438	11 700	11 700	12 391	13 072
Renewal of Existing Assets	-	-	-	-	-	-	-	-	-	-
Repairs and Maintenance	14 686	4 763	2 998	14 513	14 794	14 794	15 711	15 711	16 638	16 140
Free services										
Cost of Free Basic Services provided	8 967	8 967	9 416	3 404	3 404	3 404	10 084	10 084	10 443	10 744
Revenue cost of free services provided	10 956	10 957	11 420	36 432	36 432	36 432	13 280	13 280	37 880	37 880
Households below minimum service level										
Water:	-	-	-	1	1	1	0	0	0	0
Sanitation/sewerage:	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	8	9	9	9	9	9	9	9

FS161 Letsemeng - Table A2 Budgeted Financial Performance (revenue and expenditure by standard classification)

Standard Classification Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand	1									
Revenue - Standard										
<i>Governance and administration</i>		6 499	19 574	20 317	20 374	20 374	20 374	19 424	20 332	21 085
Executive and council		1 021	1 198	2 847	1 823	1 823	1 823	1 812	1 806	1 671
Budget and treasury office		4 364	17 419	15 855	17 546	17 546	17 546	16 601	17 500	18 403
Corporate services		1 115	957	1 614	1 005	1 005	1 005	1 011	1 027	1 010
<i>Community and public safety</i>		2 360	2 050	2 327	3 056	3 056	3 056	3 076	3 063	2 918
Community and social services		1 094	667	734	1 331	1 331	1 331	1 339	1 330	1 269
Sport and recreation		550	550	842	789	789	789	793	790	749
Public safety		649	764	684	757	757	757	759	754	711
Housing		68	68	67	180	180	180	185	189	188
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		209	97	59	1 379	1 379	1 379	1 389	1 392	1 363
Planning and development		115	-	-	953	953	953	954	952	932
Road transport		93	97	59	325	325	325	334	340	336
Environmental protection		-	-	-	101	101	101	101	100	95
<i>Trading services</i>		70 105	66 347	67 636	87 391	87 391	87 391	89 153	91 926	92 669
Electricity		25 729	27 242	30 082	37 653	37 653	37 653	39 689	41 356	42 366
Water		16 959	16 935	14 772	18 704	18 704	18 704	17 516	17 869	17 707
Waste water management		13 836	11 178	12 010	16 017	16 017	16 017	16 475	16 848	16 767
Waste management		13 580	10 992	10 772	15 017	15 017	15 017	15 472	15 853	15 829
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	2	79 173	88 068	90 339	112 201	112 201	112 201	113 042	116 713	118 034
Expenditure - Standard										
<i>Governance and administration</i>		39 456	48 555	52 950	40 584	41 607	41 607	46 905	47 850	50 714
Executive and council		3 775	4 878	8 980	14 803	15 978	15 978	16 837	17 678	18 733
Budget and treasury office		28 764	36 641	36 391	20 452	20 452	20 452	23 852	23 575	24 990
Corporate services		6 918	7 036	7 578	5 330	5 177	5 177	6 216	6 598	6 991
<i>Community and public safety</i>		1 995	2 373	3 376	7 398	5 879	5 879	7 235	7 687	8 157
Community and social services		1 909	2 292	2 763	5 851	4 858	4 858	6 080	6 462	6 861
Sport and recreation		81	81	79	485	446	446	474	502	530
Public safety		-	0	529	964	476	476	667	709	752
Housing		5	-	4	-	-	-	13	14	15
Health		-	-	-	98	98	98	-	-	-
<i>Economic and environmental services</i>		9 705	9 561	9 552	11 457	12 995	12 995	14 882	15 774	16 701
Planning and development		3 321	1 794	2 093	1 756	4 494	4 494	4 825	5 096	5 382
Road transport		6 161	7 738	7 401	9 702	8 501	8 501	9 952	10 567	11 202
Environmental protection		223	28	58	-	-	-	105	111	117
<i>Trading services</i>		35 806	31 510	36 486	52 748	54 989	54 989	55 150	58 458	235 091
Electricity		25 821	17 447	19 170	25 220	26 531	26 531	27 052	28 661	30 262
Water		6 873	9 715	10 852	14 272	16 822	16 822	17 177	18 213	192 571
Waste water management		948	1 794	3 976	7 183	6 393	6 393	5 849	6 199	6 549
Waste management		2 163	2 555	2 488	6 072	5 242	5 242	5 072	5 386	5 709
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Expenditure - Standard	3	86 962	91 998	102 364	112 187	115 469	115 469	124 172	129 769	310 664
Surplus/(Deficit) for the year		(7 790)	(3 930)	(12 025)	14	(3 268)	(3 268)	(11 130)	(13 056)	(192 630)

FS161 Letsemeng - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)

2014/15 Budgeted Medium Term Revenue & Expenditure Framework (Vote and Expenditure) (Main Part 2)										
Vote Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Revenue by Vote										
Vote 1 - Budget and Treasury Office	1	4 364	17 419	16 003	17 647	17 647	17 647	16 702	17 600	18 498
Vote 2 - Corporate Service Management		2 331	1 741	2 295	2 173	2 173	2 173	2 194	2 217	2 159
Vote 3 - Technical Department		71 457	67 711	69 194	90 253	90 253	90 253	92 026	94 791	95 417
Vote 4 - Council		1 021	1 997	3 032	866	866	866	868	862	814
Vote 5 - Municipal Manager		-	411	916	958	958	958	945	943	857
Vote 6 - Technical Department		-	-	-	-	-	-	-	-	-
Vote 7 - Community Services		-	-	-	305	305	305	306	300	288
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	79 173	89 279	91 439	112 201	112 201	112 201	113 042	116 713	118 034
Expenditure by Vote to be appropriated										
Vote 1 - Budget and Treasury Office	1	28 764	36 641	36 392	20 776	17 996	17 996	24 188	23 931	25 368
Vote 2 - Corporate Service Management		8 704	9 235	10 332	8 856	9 303	9 303	9 823	10 428	11 052
Vote 3 - Technical Department		45 720	41 245	46 659	65 872	69 124	69 124	71 302	75 579	253 218
Vote 4 - Council		3 775	4 878	5 676	7 325	7 185	7 185	7 634	8 106	8 599
Vote 5 - Municipal Manager		-	-	3 304	7 477	8 792	8 792	9 204	9 571	10 134
Vote 6 - Technical Department		-	-	-	-	-	-	-	-	-
Vote 7 - Community Services		-	-	-	1 893	300	300	2 023	2 153	2 293
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	86 962	91 998	102 364	112 200	112 701	112 701	124 172	129 769	310 664
Surplus/(Deficit) for the year	2	(7 790)	(2 719)	(10 925)	1	(500)	(500)	(11 130)	(13 056)	(192 629)

FS161 Letsemeng - Table A4 Budgeted Financial Performance (revenue and expenditure)

Table A4 Budgeted Financial Performance (Revenue and Expenditure)											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Revenue By Source											
Property rates	2	4 247	5 350	7 295	6 739	6 739	6 739	-	7 157	7 579	7 996
Property rates - penalties & collection charges		-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	2	13 349	14 516	14 038	22 642	22 642	22 642	-	23 503	26 019	27 871
Service charges - water revenue	2	5 051	5 302	4 467	7 695	7 695	7 695	-	8 173	8 655	9 131
Service charges - sanitation revenue	2	2 418	2 466	25 730	6 939	6 939	6 939	-	7 369	7 804	8 233
Service charges - refuse revenue	2	2 235	2 258	2 336	6 946	6 946	6 946	-	7 376	7 812	8 241
Service charges - other		-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		383	276	289	424	424	424	-	427	452	477
Interest earned - external investments		1 967	3 001	3 429	1 352	1 352	1 352	-	3 500	3 707	3 910
Interest earned - outstanding debtors		0	-	6	-	-	-	-	-	-	-
Dividends received		2	5	11	25	25	25	-	27	28	30
Fines		77	80	56	88	88	88	-	95	101	106
Licences and permits		5	3	1	6	6	6	-	6	6	7
Agency services		-	-	-	-	-	-	-	-	-	-
Transfers recognised - operational		45 845	48 782	54 673	53 974	53 974	53 974	-	53 929	53 772	51 159
Other revenue	2	75	746	979	1 781	1 781	1 781	-	964	969	1 023
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		75 655	82 786	113 308	108 611	108 611	108 611	-	112 525	116 903	118 184
Expenditure By Type											
Employee related costs	2	21 767	25 382	25 459	35 970	31 527	31 527	-	37 975	44 154	46 991
Remuneration of councillors		2 096	2 425	2 798	3 575	3 575	3 575	-	3 700	3 937	4 189
Debt impairment	3	9 926	-	-	5 296	5 296	5 296	-	2 915	3 087	3 257
Depreciation & asset impairment	2	21 835	21 930	19 977	6 438	6 438	6 438	-	11 700	12 391	13 072
Finance charges		1 351	4 383	3 703	68	118	118	-	125	133	140
Bulk purchases	2	14 711	17 097	19 953	20 701	22 701	22 701	-	24 109	25 531	26 936
Other materials	8	-	-	-	-	-	-	-	-	-	-
Contracted services		-	979	2 758	3 622	2 522	2 522	-	4 949	5 241	5 529
Transfers and grants		-	-	-	-	-	-	-	-	-	-
Other expenditure	4, 5	19 718	32 926	43 971	36 529	38 693	38 693	-	35 225	37 278	39 368
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-	-
Total Expenditure		91 404	105 121	118 619	112 199	110 870	110 870	-	120 699	131 751	139 482
Surplus/(Deficit)		(15 749)	(22 336)	(5 310)	(3 589)	(2 260)	(2 260)	-	(8 174)	(14 848)	(21 298)
Transfers recognised - capital		21 920	22 733	23 167	42 306	42 306	42 306	-	35 889	79 381	87 993
Contributions recognised - capital	6	-	-	-	2 506	2 506	2 506	-	-	-	-
Contributed assets		2 348	283	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		8 519	680	17 857	41 223	42 552	42 552	-	27 715	64 533	66 695
Taxation		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		8 519	680	17 857	41 223	42 552	42 552	-	27 715	64 533	66 695
Attributable to minorities		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		8 519	680	17 857	41 223	42 552	42 552	-	27 715	64 533	66 695
Share of surplus/ (deficit) of associate	7	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year		8 519	680	17 857	41 223	42 552	42 552	-	27 715	64 533	66 695

FS161 Letsemeng - Table A5 Budgeted Capital Expenditure by vote, standard classification and funding

Vote Description	IRef	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand	1										
Capital expenditure - Vote											
Multi-year expenditure to be appropriated	2										
Vote 1 - Budget and Treasury Office		-	-	-	-	-	-	-	-	-	-
Vote 2 - Corporate Service Management		-	-	-	-	-	-	-	-	-	-
Vote 3 - Technical Department		-	-	-	-	-	-	-	-	-	-
Vote 4 - Council		-	-	-	-	-	-	-	-	-	-
Vote 5 - Municipal Manager		-	-	-	-	-	-	-	-	-	-
Vote 6 - Technical Department		-	-	-	-	-	-	-	-	-	-
Vote 7 - Community Services		-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	7	-	-	-	-	-	-	-	-	-	-
Single-year expenditure to be appropriated	2										
Vote 1 - Budget and Treasury Office		-	28	5	343	343	343	-	359	380	401
Vote 2 - Corporate Service Management		-	22	11	44	44	44	-	46	49	51
Vote 3 - Technical Department		0	326	625	43 277	43 277	43 277	-	41 170	68 913	77 254
Vote 4 - Council		-	40	8	53	53	53	-	271	285	300
Vote 5 - Municipal Manager		-	-	-	37	37	37	-	145	154	162
Vote 6 - Technical Department		-	-	-	1 049	1 049	1 049	-	666	17 153	17 792
Vote 7 - Community Services		-	-	-	10	10	10	-	377	11	12
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		0	417	649	44 812	44 812	44 812	-	43 034	86 945	95 972
Total Capital Expenditure - Vote		0	417	649	44 812	44 812	44 812	-	43 034	86 945	95 972
Capital Expenditure - Standard											
Governance and administration		6 979	7 817	24	474	474	474	-	819	865	912
Executive and council		279	40	8	89	89	89	-	416	439	462
Budget and treasury office		573	7 706	5	343	343	343	-	253	268	282
Corporate services		6 127	71	11	42	42	42	-	150	159	167
Community and public safety		-	-	-	5 506	5 506	5 506	-	2 558	37	39
Community and social services		-	-	-	1 790	1 790	1 790	-	1 103	14	14
Sport and recreation		-	-	-	3 495	3 495	3 495	-	1 433	-	-
Public safety		-	-	-	221	221	221	-	22	23	25
Housing		-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-
Economic and environmental services		-	16	29	263	263	263	-	5 984	136	143
Planning and development		-	-	9	16	16	16	-	17	17	18
Road transport		-	16	20	248	248	248	-	5 967	118	125
Environmental protection		-	-	-	-	-	-	-	-	-	-
Trading services		17 292	10 320	596	37 520	37 520	37 520	-	32 934	68 704	77 086
Electricity		4 323	2 580	97	159	159	159	-	3 231	3 422	3 610
Water		4 323	2 580	134	17 261	17 261	17 261	-	20 117	63 748	71 857
Waste water management		4 323	2 580	365	14 482	14 482	14 482	-	8 748	648	684
Waste management		4 323	2 580	-	5 618	5 618	5 618	-	837	887	935
Other		-	6 355	-	1 049	1 049	1 049	-	739	17 203	17 792
Total Capital Expenditure - Standard	3	24 271	24 508	649	44 812	44 812	44 812	-	43 034	86 945	95 972
Funded by:											
National Government		21 415	24 216	22 090	34 306	34 306	34 306	-	35 889	79 381	87 993
Provincial Government		505	-	1 077	8 000	8 000	8 000	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	4	21 920	24 216	23 167	42 306	42 306	42 306	-	35 889	79 381	87 993
Public contributions & donations	5	-	-	-	-	-	-	-	-	-	-
Borrowing	6	-	-	-	-	-	-	-	-	-	-
Internally generated funds	7	-	-	-	2 506	2 506	2 506	-	7 145	7 564	7 979
Total Capital Funding	7	21 920	24 216	23 167	44 812	44 812	44 812	-	43 034	86 945	95 972

FS161 Letsemeng - Table A6 Budgeted Financial Position

Description	IRef	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand											
ASSETS											
Current assets											
Cash		1 933	20 652	17 627	20 652	20 652	20 652	-	21 000	21 500	22 100
Call investment deposits	1	5 762	1 825	1 851	1 825	1 825	1 825	-	1 825	1 933	2 039
Consumer debtors	1	14 190	2 764	3 147	4 270	4 270	4 270	-	4 270	4 522	4 770
Other debtors		1 902	16 923	14 576	13 853	13 853	13 853	-	14 000	14 500	15 000
Current portion of long-term receivables					1 563	1 563	1 563	-	1 570	1 590	1 600
Inventory	2	1 954	1 184	373	1 184	1 184	1 184	-	2 000	2 100	2 150
Total current assets		25 741	43 347	37 575	43 347	43 347	43 347	-	44 665	46 145	47 660
Non current assets											
Long-term receivables		-	-	-	-	-	-	-	-	-	-
Investments		-	-	-	-	-	-	-	-	-	-
Investment property		-	-	-	21 225	21 225	21 225	-	57 480	17 791	25 000
Investment in Associate		-	-	-	-	-	-	-	-	-	-
Property, plant and equipment	3	160 793	626 159	624 634	626 159	626 159	626 159	-	377 837	400 130	422 137
Agricultural		-	-	-	-	-	-	-	-	-	-
Biological		-	-	-	-	-	-	-	-	-	-
Intangible		58	246	135	246	246	246	-	248	249	250
Other non-current assets		-	-	-	-	-	-	-	-	-	-
Total non current assets		160 851	626 406	624 769	647 630	647 630	647 630	-	435 565	418 170	447 387
TOTAL ASSETS		186 592	669 753	662 345	690 977	690 977	690 977	-	480 231	464 315	495 047
LIABILITIES											
Current liabilities											
Bank overdraft	1	-	-	-	-	-	-	-	-	-	-
Borrowing	4	-	-	-	-	-	-	-	33	35	37
Consumer deposits		643	669	769	669	669	669	-	670		
Trade and other payables	4	1 995	20 618	11 692	14 096	14 096	14 096	-	13 596	14 399	15 190
Provisions		1 383	196	196	3 814	3 814	3 814	-	3 806	3 810	3 812
Total current liabilities		4 021	21 483	12 657	18 579	18 579	18 579	-	18 105	18 244	19 039
Non current liabilities											
Borrowing		-	262	-	-	-	-	-	105	111	117
Provisions		5 357	41 073	13 671	-	-	-	-	13 671	14 478	15 274
Total non current liabilities		5 357	41 336	13 671	-	-	-	-	13 776	14 588	15 391
TOTAL LIABILITIES		9 378	62 818	26 328	18 579	18 579	18 579	-	31 881	32 832	34 430
NET ASSETS	5	177 213	606 934	636 017	672 398	672 398	672 398	-	448 349	431 483	460 617
COMMUNITY WEALTH/EQUITY											
Accumulated Surplus/(Deficit)		168 068	614 112	614 523	608 701	608 701	608 701	-	610	611	612
Reserves	4	73 569	125	-	-	-	-	-	-	-	-
Minorities' interests		-	-	-	-	-	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	5	241 637	614 237	614 523	608 701	608 701	608 701	-	610	611	612

FS161 Letsemeng - Table A7 Budgeted Cash Flows

CASH FLOW STATEMENT											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand											
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Ratepayers and other		37 014	31 069			33 021	33 021				
Government - operating	1	48 002	48 782	54 673	53 974	53 974	53 974		53 929	53 772	51 159
Government - capital	1	12 718	24 216	23 167	34 306	34 306	34 306		35 889	79 381	87 993
Interest		1 947	3 001	3 427	1 352	1 352	1 352		1 436	1 521	1 604
Dividends		2	5	11	25	25	25		27	28	30
Payments											
Suppliers and employees		(64 015)	(100 643)	(89 731)	(104 932)	(99 019)	(99 019)		(105 158)	(111 363)	(117 488)
Finance charges		(1 076)	(4 383)	(3 760)	(68)	(118)	(68)		(72)	(77)	(81)
Transfers and Grants	1										
NET CASH FROM/(USED) OPERATING ACTIVITIES		34 592	2 048	(12 213)	(15 343)	23 541	23 591	-	(13 950)	23 262	23 217
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE		133	-	-	142	142	142		151	160	168
Decrease (Increase) in non-current debtors			-	-	(150)	(150)	(150)		(159)	(169)	(178)
Decrease (increase) other non-current receivables			-	-	(80)	(80)	(80)		(85)	(90)	(95)
Decrease (increase) in non-current investments		(30 085)	(22 250)		5 800	5 800	5 800		6 160	6 523	6 882
Payments											
Capital assets					36 812	36 812	36 812		39 094	41 401	43 678
NET CASH FROM/(USED) INVESTING ACTIVITIES		(29 952)	(22 250)	-	42 524	42 524	42 524	-	45 160	47 825	50 455
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans											
Borrowing long term/refinancing											
Increase (decrease) in consumer deposits											
Payments											
Repayment of borrowing											
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	-	-	-	-	-	-	-
NET INCREASE/ (DECREASE) IN CASH HELD		4 640	(20 202)	(12 213)	27 181	66 065	66 115	-	31 210	71 087	73 673
Cash/cash equivalents at the year begin:	2	34	4 673	(15 529)	42 000	42 000	42 000	42 000	44 604	75 814	146 901
Cash/cash equivalents at the year end:	2	4 673	(15 529)	(27 742)	69 181	108 065	108 115	42 000	75 814	146 901	220 574

FS161 Letsemeng - Table A8 Cash backed reserves/accumulated surplus reconciliation

Table 10: Cash and investments available for re-assessment and surplus recommendation											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
		R thousand									
Cash and investments available											
Cash/cash equivalents at the year end	1	4 673	(15 529)	(27 742)	69 181	108 065	108 115	42 000	75 814	146 901	220 574
Other current investments > 90 days		3 022	38 006	47 220	(46 704)	(85 587)	(85 637)	(42 000)	(52 989)	(123 468)	(196 435)
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-
Cash and investments available:		7 695	22 477	19 479	22 477	22 477	22 477	-	22 825	23 433	24 139
Application of cash and investments											
Unspent conditional transfers		1 995	2 572	1 879	-	-	-	-	-	-	-
Unspent borrowing		-	-	-	-	-	-	-	-	-	-
Statutory requirements	2										
Other working capital requirements	3	(21 393)	(1 686)	9 813	14 096	2 860	2 860	-	13 596	14 399	15 190
Other provisions											
Long term investments committed	4	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments	5										
Total Application of cash and investments:		(19 398)	886	11 692	14 096	2 860	2 860	-	13 596	14 399	15 190
Surplus(shortfall)		27 093	21 591	7 787	8 381	19 617	19 617	-	9 229	9 035	8 949

FS161 Letsemeng - Table A9 Asset Management

FY101 Lersenberg - Table A7 Asset Management										
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand										
CAPITAL EXPENDITURE										
<u>Total New Assets</u>	1	20 024	19 392	-	44 812	44 812	44 812	6 829	7 283	7 630
Infrastructure - Road transport		5 984	-	-	248	248	248	112	118	125
Infrastructure - Electricity		3 180	-	-	159	159	159	3 231	3 422	3 610
Infrastructure - Water		30	-	-	17 261	17 261	17 261	1 482	1 570	1 656
Infrastructure - Sanitation		775	-	-	14 482	14 482	14 482	612	698	684
Infrastructure - Other		978	6 072	-	6 667	6 667	6 667	837	887	935
Infrastructure		10 947	6 072	-	38 817	38 817	38 817	6 274	6 694	7 010
Community		4 409	4 409	-	5 506	5 506	5 506	34	37	39
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets	6	4 668	8 911	-	190	190	190	202	214	226
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	300	300	300	319	337	356
Total Renewal of Existing Assets										
Infrastructure - Road transport	2	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Infrastructure		-	-	-	-	-	-	-	-	-
Community		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets	6	-	-	-	-	-	-	-	-	-
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
Total Capital Expenditure										
Infrastructure - Road transport	4	5 984	-	-	248	248	248	112	118	125
Infrastructure - Electricity		3 180	-	-	159	159	159	3 231	3 422	3 610
Infrastructure - Water		30	-	-	17 261	17 261	17 261	1 482	1 570	1 656
Infrastructure - Sanitation		775	-	-	14 482	14 482	14 482	612	698	684
Infrastructure - Other		978	6 072	-	6 667	6 667	6 667	837	887	935
Infrastructure		10 947	6 072	-	38 817	38 817	38 817	6 274	6 694	7 010
Community		4 409	4 409	-	5 506	5 506	5 506	34	37	39
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets	6	4 668	8 911	-	190	190	190	202	214	226
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	300	300	300	319	337	356
TOTAL CAPITAL EXPENDITURE - Asset class										
	2	20 024	19 392	-	44 812	44 812	44 812	6 829	7 283	7 630
ASSET REGISTER SUMMARY - PPE (WDV)										
Infrastructure - Road transport	5	5 984	5 000	-	105	105	105	112	118	125
Infrastructure - Electricity		3 180	1 449	-	159	159	159	3 231	3 422	3 610
Infrastructure - Water		30	2 130	-	13 788	13 788	13 788	1 482	1 570	1 656
Infrastructure - Sanitation		775	955	-	276	276	276	612	698	684
Infrastructure - Other		598	785	-	1 025	1 025	1 025	837	887	935
Infrastructure		10 568	10 319	-	15 354	15 354	15 354	6 274	6 694	7 010
Community		10 481	467	-	223	223	223	51	54	57
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	21 225	21 225	21 225	57 480	17 791	25 000
Other assets		3 599	13 713	-	-	-	-	819	865	912
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		58	246	135	246	246	246	248	249	250
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)										
	5	24 706	24 746	135	37 048	37 048	37 048	64 873	25 654	33 229
EXPENDITURE OTHER ITEMS										
<u>Depreciation & asset impairment</u>		21 835	21 930	19 977	6 438	6 438	6 438	11 700	12 391	13 072
<u>Repairs and Maintenance by Asset Class</u>	3	14 686	4 763	2 998	14 513	14 794	14 794	15 711	16 638	16 140
Infrastructure - Road transport		1 620	2 623	-	2 297	1 256	1 256	1 334	1 413	78
Infrastructure - Electricity		838	861	-	1 253	1 253	1 253	1 330	1 409	1 486
Infrastructure - Water		431	509	-	1 353	1 353	1 353	1 436	1 521	1 605
Infrastructure - Sanitation		132	73	-	1 589	1 589	1 589	1 688	1 787	1 885
Infrastructure - Other		138	126	-	197	197	197	210	222	234
Infrastructure		3 158	4 194	-	6 689	5 648	5 648	5 998	6 352	5 289
Community		255	498	-	597	597	597	633	671	708
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets	6, 7	11 272	72	2 998	7 228	8 549	8 549	9 079	9 615	10 143
TOTAL EXPENDITURE OTHER ITEMS										
		36 522	26 693	22 975	20 951	21 231	21 231	27 411	29 028	29 212
Renewal of Existing Assets as % of total capex										
		0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Renewal of Existing Assets as % of deprecn"										
		0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
R&M as a % of PPE										
		9.1%	0.8%	0.5%	2.3%	2.4%	2.4%	4.2%	4.2%	3.8%
Renewal and R&M as a % of PPE										
		59.0%	19.0%	2219.0%	39.0%	40.0%	40.0%	24.0%	65.0%	49.0%

FS161 Letsemeng - Table A10 Basic service delivery measurement

Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Household service targets	1									
Water:										
Piped water inside dwelling		10	10	10	10	10	10	10	10	10
Piped water inside yard (but not in dwelling)										
Using public tap (at least min.service level)	2									
Other water supply (at least min.service level)	4									
Minimum Service Level and Above sub-total		10	10	10	10	10	10	10	10	10
Using public tap (< min.service level)	3				500	500	500	450	350	250
Other water supply (< min.service level)	4									
No water supply										
Below Minimum Service Level sub-total		-	-	-	500	500	500	450	350	250
Total number of households	5	10	10	10	510	510	510	460	360	260
Sanitation/sewerage:										
Flush toilet (connected to sewerage)		8	10	10	10	10	10	10	10	10
Flush toilet (with septic tank)										
Chemical toilet										
Pit toilet (ventilated)										
Other toilet provisions (> min.service level)										
Minimum Service Level and Above sub-total		8	10	10	10	10	10	10	10	10
Bucket toilet										
Other toilet provisions (< min.service level)										
No toilet provisions										
Below Minimum Service Level sub-total		-	-	-	-	-	-	-	-	-
Total number of households	5	8	10	10	10	10	10	10	10	10
Energy:										
Electricity (at least min.service level)										
Electricity - prepaid (min.service level)		-	-	704	800	800	800	900	1 000	1 100
Minimum Service Level and Above sub-total		-	-	704	800	800	800	900	1 000	1 100
Electricity (< min.service level)										
Electricity - prepaid (< min. service level)										
Other energy sources										
Below Minimum Service Level sub-total		-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	704	800	800	800	900	1 000	1 100
Refuse:										
Removed at least once a week		8	10	10	10	10	10	10	10	10
Minimum Service Level and Above sub-total		8	10	10	10	10	10	10	10	10
Removed less frequently than once a week										
Using communal refuse dump										
Using own refuse dump				8 291	9 000	9 000	9 000	9 100	9 200	9 300
Other rubbish disposal										
No rubbish disposal										
Below Minimum Service Level sub-total		-	-	8 291	9 000	9 000	9 000	9 100	9 200	9 300
Total number of households	5	8	10	8 301	9 010	9 010	9 010	9 110	9 210	9 310
Households receiving Free Basic Service	7									
Water (6 kilolitres per household per month)		10	10	10	10	10	10	10	10	10
Sanitation (free minimum level service)		6	6	6	6	6	6	6	6	6
Electricity/other energy (50kwh per household per month)		10	10	10	10	10	10	10	10	10
Refuse (removed at least once a week)		10	10	10	10	10	10	10	10	10
Cost of Free Basic Services provided (R'000)	8									
Water (6 kilolitres per household per month)		2 754	2 754	2 892	2 446	2 446	2 446	2 892	2 892	3 000
Sanitation (free sanitation service)		3 105	3 105	3 260	389	389	389	3 594	3 774	3 845
Electricity/other energy (50kwh per household per month)		2 754	2 892	3 036	180	180	180	3	3	4
Refuse (removed once a week)		3 105	3 105	3 260	389	389	389	3 594	3 774	3 895
Total cost of FBS provided (minimum social package)		8 967	8 967	9 416	3 404	3 404	3 404	10 084	10 443	10 744
Highest level of free service provided										
Property rates (R value threshold)		30 000	30 000	30 000	30 000	30 000	30 000	30 000	30 000	30 000
Water (kilolitres per household per month)		6	6	6	6	6	6	6	6	6
Sanitation (kilolitres per household per month)										
Sanitation (Rand per household per month)		55	55	60	80	80	80	80	80	80
Electricity (kwh per household per month)		50	50	50	50	50	50	50	50	50
Refuse (average litres per week)		30	30	30	30	30	30	30	30	30
Revenue cost of free services provided (R'000)	9									
Property rates (R15 000 threshold rebate)		556	557	570	600	600	600	600	620	620
Property rates (other exemptions, reductions and rebates)										
Water		5 000	5 000	5 500	25 751	25 751	25 751	6 000	26 000	26 000
Sanitation		2 900	2 900	3 000	4 093	4 093	4 093	4 000	5 000	5 000
Electricity/other energy		1 500	1 500	1 550	1 895	1 895	1 895	1 750	2 050	2 050
Refuse		1 000	1 000	800	4 093	4 093	4 093	930	4 210	4 210
Municipal Housing - rental rebates										
Housing - top structure subsidies										
Other										
Total revenue cost of free services provided (total social package)	6	10 956	10 957	11 420	36 432	36 432	36 432	13 280	37 880	37 880

PART 2

2.1. BUDGET PROCESS

Section 53 of the MFMA requires the Mayor of the municipality to provide general political guidance in the budget process and the setting of priorities that must guide the preparation of the budget. In addition Chapter 2 of the Municipal Budget and Reporting Regulations states that the Mayor of the municipality must establish a Budget Steering Committee to provide technical assistance to the Mayor in discharging the responsibilities set out in section 53 of the Act.

In terms of section 21 of the MFMA the Mayor is required to table in Council ten months before the start of the new financial year (i.e. in August 2013 a time schedule that sets out the process to revise the IDP and prepare the annual budget.

The Mayor tabled the required IDP process plan and budget time schedule in line with the applicable legislation. However, adherence to these plans was not achieved as the processes were not undertaken exactly at the dates that were indicated in the plans.

The budget was discussed at length by the section 79 committee of finance.

The community and other stakeholders were consulted during the review of Integrated Development Plan which informed this annual budget. Further consultation will take place immediately after the annual budget and revised Integrated Development Plan have been tabled to Council. These consultations are expected to take place between April 2014 and May 2014. Plans are in place for Council to consider approval of the IDP and annual budget at least 30 days before the start of a new financial year, as required by the Municipal Finance Management Act.

2.2. Alignment of the annual budget with the integrated development plan

The municipality has experienced challenges in terms of aligning its integrated development plan; annual budget and service delivery & budget implementation plan. This was also an audit query raised by the office of the Auditor General during the 2013-14 audit.

Therefore, management must pay special attention to aligning the above mentioned processes and ensuring genuine consultation of the stakeholders during the review of the IDP and annual budget compilation. Furthermore, the performance management framework must be fully functional and effective to ensure that a credible SDBIP is compiled which is fully linked to both the IDP and MTREF.

2.3. Measurable performance objectives

Performance Management is a system intended to manage and monitor service delivery progress against the predetermined strategic objectives and priorities. In accordance with legislative requirements and good business practices as informed by the National Framework for Managing Programme Performance Information, the municipality has developed a performance management system (in the process of implementation) of which system is constantly refined as the integrated planning process unfolds. The

measurable performance objectives will be included in the service delivery and budget implementation plan when it is submitted to the Mayor for approval.

2.4. Overview of the budget-related policies

The Municipal Budget and Reporting Regulations promulgated under the Municipal Finance Management Act, prescribe the budget-related policies that must be approved together with the budget. Although the municipality has complied in terms of compiling such policies and have them approved by Council, there has been major challenges (both internal and external) when it comes to implementation and adherence to such policies. Below is the overview of the policies that will be reviewed:

2.4.1 Credit Control and Debt Collection Policy

There has been a great challenge in terms of the effectiveness and implementation of credit control and debt collection policy. The absence of approved credit control procedures also led to audit queries being raised by Auditor General.

There was no annual updating and purification of the indigent register for the past year. However, there is improvement in terms of the registration process during the beginning of the 2014-15 financial year. A report is submitted, together with the quarterly report required in terms of the MFMA, where council is informed about the number of indigents that were registered at specific point in time.

2.4.3 Virement Policy

These policies were reviewed and aimed at guiding the municipality in terms of compiling a credible and funded budget as required by the MFMA and also guide the municipality in terms of shifting of funds during the financial year. In addition to these policies, the mid-year budget assessment is used to guide and inform the mid-year review and adjustment budget process.

2.4.4 Supply Chain Management Policy

The Auditor General raised many issues relating to our supply chain management process and policy. The outstanding issues that the Auditor General has raised are around Sec 32 of MFMA i.e. unauthorised, irregular expenditure and fruitless and wasteful expenditure. The review of this policy was made to incline more with Supply chain regulations to reduce the amounts regarded as irregular and fruitless and wasteful and the impact they would have in the image of the institution.

2.4.5 Cash Management and Investment Policy

The cash management and investment policy was reviewed. The aim of the policy is to ensure that the municipality's surplus cash and investments are adequately managed, especially the funds set aside for the cash backing of certain reserves.

2.4.6 Tariff Policies

The municipality's tariff policies provide a broad framework within which the Council can determine fair, transparent and affordable charges that also promote sustainable service delivery. The policies have been approved on various dates and a consolidated tariff policy is envisaged to be compiled for ease of administration and implementation of the next two years. The challenge still remains of ensuring that all proposed tariffs reflect the cost of providing such services.

2.4.7. Indigent Support Policy

The indigent support policy was last reviewed during June 2014 and this policy prescribes the threshold for indigent consumers as well as the free basic service component. The municipality has been experiencing problems where indigent consumers have been utilising services above the threshold thereby being unable to pay for the services, especially on water. Therefore the Municipality is in the process of procuring water meters that can restrict consumption to the prescribed threshold. It is important for consumers to be aware that annually they must apply for indigent support as the process is annually reviewed by Council.

2.4.8. Budget Policy

To set out the budgeting principles which the municipality will follow in preparing each annual budget, as well as to secure sound and sustainable management of budgeting and reporting practices by ensuring compliance with norms and standards and other requirements as established by the National Treasury.

2.4.9. Funding and Reserves policy

The funding of operating and capital budgets is done on an annual basis for a three year horizon. The budget must be balanced from both accounting perspective as well as a cash perspective.

The Council set as a long term objective a financially sustainable municipality with acceptable levels of service delivery to the community. Therefore, this policy aims to set standards and guidelines towards ensuring financial viability and sustainability over both the short-term and long-term and includes funding as well as reserves requirements.

2.5. Overview of the budget assumptions

Budgets are prepared in an environment of uncertainty and assumptions need to be made about internal and external factors that could impact on the budget during the course of the financial year. In compiling the 2014-15 Annual Budget, the following key issues and assumptions were taken into consideration and modelled into the budget planning process:

- (a) Economic climate and poverty levels within the municipality will remain the same / constant for major part of the financial year given the limited economic activities with the vicinity;

- (b) That the revenue collection will not increase / improve by more than 15% from the 2014-15 financial year;
- (c) Cash flow projections will be strictly maintained to ensure the municipality's ability to meet its financial obligations;
- (d) The budget is prepared in the assumption that no allocations as per the 2015 annual Division of Revenue Act will be withheld / offset / paid back to the NRF.
- (e) Operational costs will be maintained at current levels or reduced as cost containment measures and where there is material decrease in revenue collection rate, expenditure will have to be reduced at the same proportion;
- (f) Filling of vacant posts was prioritised taking into account the cash flow projections of the municipality.

2.6. Overview of the budget funding

The operating budget will be funded from operational grants as well as revenue to be collected from service charges and property rates. Government grants and subsidies make 48% of the budget while 62% will be funding from own sources.

The funding for capital budget will be from Municipal Infrastructure Grant, Municipal Water Infrastructure Grant as well as internally generated funds. Municipal Infrastructure Grant will fund 40%, Municipal Water Infrastructure Grant will fund 43% of the capital budget while 17% will be from internally generated funds.

2.7 Expenditure on allocations and grant programmes

It is the intention of the municipality to spend all of its grant allocations within the current year according to the conditions of such allocations / grants. Performance review will be done during the mid-year budget assessment and where under spending is foreseeable; the necessary procedure will be followed to request for roll-over at year end.

2.8. Councillor and board members allowances and employee benefits

The Municipal System Act, section 66(1) requires the Municipal Manager to approve a staff establishment for the municipality within a policy framework determined by the municipal council and subject to any applicable legislation. The act further requires the Municipal Manager to provide a job description for each post on the staff establishment and to attach to those posts the remuneration and other conditions of service as may be determined in accordance with any applicable labour legislation.

The Senior Managers, in consultation and with concurrence of the Municipal Manager have reviewed the structure of their respective departments. Most of the critical posts that were identified during the 2012-13 financial year were filled during the current financial year.

- (a) Employee costs will increase from R31.5 million (2013-14 adjustment budget) to R37.9 million;
- (b) Councillor allowances will increase from R3.5 million (2013-14 adjustment budget) to R3.7 million;

The budgeted salaries have increased by R6.5 Million about 21% compared to actuals in 30 June 2014. Of a concern is the fact the revenue did not increase with the same rate which brings a serious threat in terms of the financial sustainability of the municipality. Auditor General of South Africa has already raised a going concern issue for the municipality.

2.9. Monthly targets of revenue, expenditure and cash flow

The municipality has over the years been in a position to bill all its budgeted revenue. However, the challenges have been on revenue collection due to a number of factors both internal and external.

This meant that the municipality had to prioritise its spending as the spending is informed by availability of cash. Therefore, the spending on operational expenditure has been marginally less than anticipated due to cash flow constraints. Nevertheless, the municipality has been able to meet its financial obligations as they become due, during the course of the 2013-14.

Although the municipality has been operating with a positive cash flow balance for over three financial years, the revenue base of the municipality has decreased drastically. This meant that the municipality had very little to contribute towards capital expenditure. To date, the municipality contributes only 16% towards capital budget and depend heavily on grants and subsidies from both national and provincial government, for its operational budget.

2.10. Annual budgets and service delivery and budget implementation plan: internal departments

The departmental service delivery implementation plan are at a draft stage and will be completed after adoption of the annual budget in order to form the high level of the municipal service delivery and budget implementation plan to be approved by the mayor, 28 days after the annual budget has been approved.

2.11. Annual budgets and service delivery agreements: municipal entities and other external mechanisms

The municipality does not have an entity and there are no services that are provided by through external mechanism.

2.12. Contracts having future budgetary implications

The municipality does not intend to enter into contracts that have future budgetary implications. In terms of the municipality's Supply Chain Management Policy, no contracts are awarded beyond the medium-term revenue and expenditure framework (three years). In ensuring adherence to this contractual time frame limitation, all reports submitted to either the Bid Evaluation or Adjudication committees must obtain formal financial comments from the BTO.

2.13. Capital expenditure details

The total capital expenditure budget of the municipality is R43.million.

The other balance on the MIG will be funding the PMU related costs. The other funding is from internal funds as indicated in Table A5.

2.14. Legislation compliance

Due to capacity constraints, the municipality has been experiencing challenges in terms of compliance to MFMA. However, there has been substantial improvement in terms of compliance. Reporting to National Treasury in electronic format (Appendix B returns) was fully complied with on a monthly basis where there have been challenges of compliance; such challenges were reported to Provincial Treasury.

2.14.1. In year reporting

Section 71 reporting to the Mayor will be submitted in Schedule C of the MBRR and plans are in place to update the website and published financial performance on the municipality's website. It is the intention of the municipality (Councillors and Management) to move beyond compliance but rather focus on the quality of reports that are required in terms of various legislations.

2.14.2. Internship programme

The municipality is participating in the Municipal Financial Management Internship programme and has employed five interns undergoing training in various divisions of the Budget and Treasury Office. Of the five interns one has resigned during the course of the 2013-14 financial year and their contracts are expected to end in November 2014.

2.14.3. Budget and Treasury Office

The Budget and Treasury Office has been established in accordance with the MFMA.

2.14.4. Audit Committee

A Shared Audit and Performance Committee has been established, which is a shared service with the Xhariep District Municipality. The committee is fully functional and has been having their meetings as required by law and submitting reports to Council.

2.14.5 Service Delivery and Implementation Plan

The detailed SDBIP document is at a draft stage and will be finalised after approval of the 2014-15 Annual Budget in May 2014. A considerable amount of work still needs to be done from now till then to ensure direct aligned between the IDP, MTREF and SDBIP.

2.15. Other supporting documents

The documents mentioned below are attached as annexures to the annual budget:

- (a) Tariff list
- (b) Budget Related policies.

2.16. Municipal Manager's quality certificate

The Municipal Manager's quality certificate as required by the Municipal Budget and Reporting Regulations is attached in the next page.

LETSEMENG LOCAL MUNICIPALITY

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KOFFIEFONTEIN
9986



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OFFICE OF THE MUNICIPAL MANAGER

To whom it may concern

Re: Quality Certificate for 2014-15 Final Annual Budget

I, Zolile Manjiya, the Municipal Manager of Letsemeng Local Municipality (FS161), hereby certify that the final annual budget for the 2014-15 financial year has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act, and that the draft annual budget and supporting documents are consistent with the Integrated Development Plan of the Municipality.

Name: Mr Zolile Manjiya

Municipality: Letsemeng Local Municipality

Signature:

Date:

LETSEMENG LOCAL MUNICIPALITY					
TARIFFS 2014/2015					
	Description	2013/2014		% Inc	2014/2015
		R			R
1.0	Property Tax				
	Category	2013/2014	Rebate		2014/2015
	Residential	0.011980		6%	0.12698
	Business, Industrial	0.012474		6%	0.026224
	Government	0.013290		13.5%	0.0150841
	Vacant Stands	0.012474		6%	0.0226224
	Churches				0.000000
	NGO, Crèche, PBO Structured and Registered				0.000000
	Municipality				0.000000
	Small Holdings	0.006321		6%	0.006321
	Farms	0.001408		6%	0.001492
	The above tariffs must be read in conjunction with the municipality's comprehensive Property Tax Policy				
	Property Tax is calculated on the total improvement value (Land & Improvements)				
	The first R 15 000 of the total improvement value of residential properties is exempted from property tax.				
	The first R 45 000 of the total improvement, value of residential property of indigent owners is exempted from property tax.				
	Property tax is payable monthly and if not paid interest at a rate as determined from time to time will be levied on all arrear amounts.				

2.0	Administration				
2.1	Photocopies				
	Photocopies: Including Rent, Paper & Labour	1.80		6.2%	1.91
2.2	Tax Certificates				
	Per Certificate	78.00		6.2%	82.84
2.3	Valuation Certificate				
	Per Certificate	44.55		6.2%	47.31
2.4	Building Plan Fees				
	Per Application	118.05		6.2%	1125.37
2.5	Posters in municipal open spaces or against posts				
	Deposit: per poster for consumers or political parties	11.55		6.2%	12.27
	If the personnel of the municipality must remove the posters after 7 days has lapsed since the gathering or meeting had taken place, the above deposit is forfeited.				
2.6	Facsimiles				
	Receiving of facsimiles	4.70		6.2%	4.99
	Sending of facsimiles	5.85		6.2%	6.21
2.7	Voters Lists				
	Per list or part thereof	57.81		6.2%	61.39
2.8	Budget				
	Per budget or part thereof	57.81		6.2%	61.39
3.0	Cemeteries, Parks & Sport Grounds				
3.1	Cemetery Fees				
	Site Fee (Digging of grave included)	533.30		6.2%	566.36
	Site Fee (Digging of grave excluded)	62.05		6.2%	65.90
	The above exclude funerals over week ends				
	Pauper burials				
	Must qualify as an indigent according to the indigent policy				
	Must be an approved indigent				
	Must already receive a financial subsidy				
	Must be an permanent resident at the address as approved for indigent subsidy				
	The deceased must be on the application form of the approved application form for indigent subsidy				
	Pauper funerals will be subsidised as follows:				
	Adults	1 500.92		6.2%	1 593.98
	Children	1 000.61		6.2%	1 026.64

	No funerals will be allowed to take place over week ends except where the applicants will cover the grave themselves. If not then over time rates will be charged, over and above the normal tariffs				
	If a funeral is to take place on a Monday then arrangements must be made with the office before 10:00 on the previous Friday				
3.2	Sport Grounds				
	That all sport clubs received the following subsidies on the condition that the Municipal Manager can discuss any problems that he/she experiences regarding the usage of the subsidy by a sport club directly with the relevant sport club on behalf of the Council				
	The usage of water, sewerage and refuse removal on condition that they maintain the club and grounds				
	R 593.00 per month which amount includes the maintenance of the facilities and free municipal services				
	Yachting Club				
	Free municipal services				
	Tennis Club				
	Free municipal services				
	Badminton Club				
	A subsidy of R 475.00 per annum for the renting of the hall				
	K.O.F.S				
	A subsidy of R 840.00 per month for the maintenance of the facilities				
	Sport Committees				
	A subsidy of R 1 500.00 per month for the maintenance of sport facilities as per contract				
3.3	Caravan Park Fees				
	Camping Fees per day	217.15		6.2%	230.61
4.0	Properties				

	Pound Master: Works Foreman in each Town				
	Tariffs within the municipal area				
4.1	Driving of livestock within the municipal area				
4.1.1	In the case of livestock (excluding tame ostriches) whether one or more to be driven to the pound: per kilometer	4.62		6.2%	4.90
	with the understanding that if,				
4.1.1.1	A herd consists of more than 50 small livestock or 20 large livestock: per kilometer	4.62		6.2%	4.90
4.1.1.2	Small livestock, donkeys, horses and mules: the total amount payable will not exceeds the amount calculated per kilometer	4.62		6.2%	4.90
4.1.1.3	Tamed ostriches: Per ostrich per kilometer	4.62		6.2%	4.90
4.1.1.4	Pigs: per pig per kilometre	4.62		6.2%	4.90
4.2	Pound Fees				
4.2.1	Pound fees per animal that is impounded within the municipal area per day.				
	Large Livestock	115.74		6.2%	122.92
	Small Livestock	69.47		6.2%	73.77
	Horses, Mules and Donkeys	115.74		6.2%	122.92
	Pigs	69.47		6.2%	73.77
4.3	Trespassing Fees				
	Large Livestock (each)	9.25		6.2%	9.82
	Small Livestock (each)	4.62		6.2%	4.91
4.4	Grazing Fees / Caring Fees				
	Large Livestock (each per month)	27.80		6.2%	29.52
	Small Livestock (each per month)	15.93		6.2%	16.92
4.5	Definitions				
	Large livestock is horses, donkeys, mules, cattle, pigs and ostriches				
	Small livestock is sheep and goats				

4.6	Advertisements: Pounds				
	Advertising cost is cost occurred for the advertisement of the selling of stock impounded and which is collected before it is sold.				
	The advertisement period for the selling of stock is 21 days for all stock except donkeys, pigs and mules which is as soon as possible				
4.7	Commonage fees per Ha, per year	18.45		6.2%	19.59
5.0	Licenses				
5.1	Dog Licenses				
5.1.1	Wolfhonde & Windhonde				
5.1.1.1	For the first dog (Sterilised or not)	34.72		6.2%	36.87
5.1.1.2	For each additional dog	46.26		6.2%	49.12
5.1.2	Other dogs				
5.1.2.1	Sterilised	23.08		6.2%	24.51
	Not Sterilised (Male)	33.05		6.2%	35.10
5.1.2.2	Not Sterilised (Bitch)	34.72		6.2%	36.87
5.1.2.3	For each additional dog	46.26		6.2%	49.13
5.1.3	Fines				
	On each full month since license fee became due: 2.5%				
5.2	Business Licenses				
	Application Fee	60.03		10%	66.33
	Businesses: Food	173.56		6.2%	184.32
	Hawkers per day at the approved sites (Works Foreman will collect the fees)	24.00		6.2%	25.49
	Hawkers from other municipal areas per day	106.10		6.2%	112.68
	Flats for the aged	180.00		25%	225
6.0	Public Works				

	Sundry Tariffs				
6.1	Services Rendered				
6.1.1	Post level 5: Artisan - calculated from the time he/she left his/her works place until such time he/she returns to his/her works place. (per hour)	234.60		10%	258.06
	An additional allowance per day is payable if he/she must work outside the municipal area	49.63		10%	54.59
6.1.2	Post Level 11 16: Labourers - per day per employee	342.23		10%	376.45
	An additional allowance per day is payable if he/she must work outside the municipal area	18.45		6.2%	19.59
6.1.3	Compressor: Per actual hours worked as per hour meter (including labour & petrol)	196.22		6.2%	208.38
6.1.4	Vacuum Tank and Tractor				
	Per hour and	131.48		10%	144.62
	Per kilometre	5.30		10%	5.83
	Labour supplied by municipality and is inclusive				
	Vacuum Tanker				
	Per hour and	119.53		10%	131.48
	Per kilometre	44.06		6.2%	46.79
6.1.5	Light Vehicles: per kilometre	3.66		6.2%	3.88
6.1.6	Graders				
	Per actual hour worked (diesel included)	441.57		6.2%	468.94
	Petra Diamonds Mine: Petrol and labour				
6.1.7	Excavator				
	Per actual hour worked (diesel included)	393.13		6.2%	417.50
6.1.8	After Hour Calls: per call if less than 30 minutes	61.32		6.2%	65.12
6.1.9	Bulldozer				
	Per actual hour worked (diesel included)	613.24		6.2%	651.26
6.1.10	Tipper Trucks				
	Per hour and	122.55		6.2%	130.15
	Per kilometre	12.27		6.2%	13.03
6.1.11	Flat Base Trucks per kilometre	15.96		6.2%	16.95
6.1.12	Tractors per hour	73.56		6.2%	78.12
	Deposit on tractor	550.91		6.2%	585.06
6.1.13	Traveling cost of equipment to be paid by user.				
6.1.14	TLB (Back Hoe)				
	Per actual hour worked (diesel included)	421.77		10%	463.95
6.1.15	Small trailer per day	177.14		10%	194.86
6.1.16	Rental of Bo-Mac per day or part thereof	585.65		10%	644.22

6.2	Road closures per day or part thereof	43.92		10%	48.31
7.0	Refuse Removal				
7.1	Refuse Removal Fees				
	Per Month				
	Households	77.20		6.2%	81.99
	Flats/Town Houses	77.20		6.2%	81.99
	Businesses / Offices	150.07		10%	165.08
	Abattoir	633.46		10%	696.81
	Wine Cellar	226.25		10%	248.88
	Schools and Boarding Schools	153.84		10%	169.22
	Spoornet	203.62		10%	223.98
	Crèches	77.20		10%	84.92
	Churches	45.24		10%	49.76
	Households - Combined with Business	93.17		10%	102.49
	Other	135.74		10%	149.31
	Empty Erven – Availability	45.24		10%	49.76
	Refuse bags	3.49		10%	3.84
7.1.1	An approved refuse drum is one which has two handles and the drums must be supplied by the consumer at own cost.				
7.1.2	If one drum is not sufficient the consumer must supply more drums.				
7.1.3	Environmental Health Practitioner of the municipality will determine whether a drum is according to the specifications				
7.1.4	The consumer has the choice to remove his/her garden refuse to an approved dumping site or he/she can place it with their normal refuse on a weekly basis. No additional fees are payable.				
7.1.5	Bulk refuse and/or building rubble will be removed per load. (Load - 4m3)	162.62		10%	178.88
7.1.6	Refuse Removals will be done as per newsletter				
7.2	Cleaning of empty sites				

	Sites smaller than 600m2	508.21		10%	559.03
	Sites larger than 600m2 but smaller than 1 500m2	792.79		10%	872.07
7.3	Sewerage Tariffs				
	Per Month				
	Households(DOMESTIC)	77.20		10%	84.92
	Flats/Town Houses	77.20		10%	84.92
	Businesses / Offices	135.74		10%	149.31
	Abattoir	5,474.98		10%	6022.48
	Spoornet	203.62		10%	223.98
	Department of Justice	1,018.08		10%	1119.89
	Crèches	76.31		10%	83.94
	Churches	45.24		10%	49.76
	Households - Combined with Business	79.86		10%	87.85
	Old Age Flats	69.77		10%	76.75
	Garages	169.69		10%	186.66
	Others	135.74		10%	149.31
	Empty Erven – Availability	45.24		10%	49.76
	Buckets	-		6.2%	-
	Note: Sewer blockages at abattoirs-each	1,016.36		10%	1118.00
	Residential sewer blockages				
	Per household sharing manhole	53.24	-	10%	58.56
	Per household not sharing manhole	212.96	-	10%	234.26
	Rental of suction pump per hour (including petrol)	133.10		10%	146.41
	Sewerage connection	798.60		10%	878.46
7.5	Town Halls and Offices				
	Town Halls: Jacobsdal, Koffiefontein, Luckhoff & Petrusburg - rent and deposits				
7.5.1	Weddings, Receptions and Banquets (excluding dancing)				
	Residents	318.61		10%	350.47
	Non- Residents	531.04		10%	584.14
7.5.2	As above and include dancing				
	Residents: rent	424.83		10%	467.31

	Residents: deposit	1062.05		10%	1168.25
	Non- Residents: rent	849.65		10%	934.62
	Non- Residents: deposit	1486.87		10%	1635.56
7.5.3	Dances	-			
	Residents: rent	531.04		10%	584.14
	Residents: deposit	1062.05		10%	1168.25
	Non- Residents: rent	1062.05		10%	1168.25
	Non- Residents: deposit	1 486.87		10%	1 635.57
7.5.4	Bioscope: Rent-Residents	159.31		10%	175.24
	Non Residents	318.61		10%	350.47
7.5.5	Charity: Rent	-			
7.5.6	Churches	-			
	Residents: rent	127.42		10%	140.16
	Non- Residents: rent	318.61		10%	350.47
	Deposit	424.83		10%	467.31
7.6	Concerts and Theatre				
7.6.1	Local Amateurs				
	Residents: rent	148.68		10%	163.54
	Residents: deposit	1062.60		10%	1168.86
	Non- Residents: rent	318.61		10%	350.48
	Non- Residents: deposit	1486.87		10%	1635.56
7.6.2	School Concert				
	Residents: rent	74.37		10%	81.80
	Non- Residents: rent	424.83		10%	467.31
	Deposit	1061.50		10%	1167.65
7.6.3	Traveling Theatre				
	Non- Residents: rent	424.83		10%	467.31
	Non- Residents: deposit	1486.87		10%	1635.55
7.7	Meetings, Exhibitions and Tables				
7.7.1	Political Meetings				
	Residents: rent	52.67		10%	57.93
	Non- Residents: rent	52.67		10%	57.93
7.7.2	Political Committee Meetings				
	Residents: rent	52.67		10%	57.93
	Non- Residents: rent	52.67		10%	57.93

7.7.3	Meetings/Gatherings				
	Residents: rent	105.31		10%	115.84
	Non- Residents: rent	263.32		10%	289.65
7.7.4	Educational. Schools, VLU and OVV				
	Residents: rent	-			
	Non- Residents: rent	87.79		10%	96.57
7.7.5	Exhibitions between 20:00 and 09:00				
	Residents: rent	351.10		10%	386.21
	Non- Residents: rent	1,053.27		10%	1158.60
7.7.6	Tables and chairs are free of charge on condition that it can only be used within municipal properties	-			
7.7.7	Application for parties, church services and other function not mentioned above will be submitted to an ad-hoc committee existing out of the Mayor or Chairperson of the Finance Committee, a Councillor and the Municipal Manager for consideration and if approved the applicable fee				
8	Library Halls				
8.1	Deposit	175.55		10%	193.11
8.2	Rent per occasion				
8.2.1	Farewell parties, Song Competitions & Film Shows	87.79		10%	96.57
8.2.2	Theater Dance	87.79		10%	96.57
8.2.3	Meetings	87.79		10%	96.57
8.2.4	Charity	-			
8.2.5	School Functions (With supervision from school)	-			
8.2.6	Any other purpose	122.88		10%	135.17
9.0	Electricity				
9.1	Electricity Service				NERSA APPROVED
	Tariff 1				

9.1.1	Households, Flats and Houses (Conventional Meters)				
9.1.1.1	A fixed service levy per consumption month or part thereof plus	146.91		7.39%	157.77
9.1.1.2	Consumption per kW.h 0 - 50 kWh	0.67		7.39%	0.71
	51 - 350 kWh	0.84		7.39%	0.89
	351 - 600 kWh	1.11		7.39%	1.19
	> 600 kWh	1.33		7.39%	1.43
9.1.2	Pre-paid User Tariff: Residential per kW.h				
	Consumption per kW.h 0 - 50 kWh	0.69		7.39%	0.73
	51 - 350 kWh	0.85		7.39%	0.91
	351 - 600 kWh	1.12		7.39%	1.20
	> 600 kWh	1.33		7.39%	1.43
	Tariff 2				
9.2	Commercial Conventional Low				
9.2.1	A fixed service levy per consumption month or part thereof plus	294.80		7.39%	311.01
9.2.2	Consumption per kW.h	1.31		7.39%	1.42
	Tariff 3				
9.3.1	All other users not mentioned above, businesses and offices (conventional meters)				
	Commercial Tariff High				
9.3.1.1	A fixed service levy per consumption month or part thereof plus	3478.61		7.39%	3669.93
9.3.1.2	Consumption per kW.h	1.10		7.39	1.16
9.3.1.3	Pre-paid User Tariff: per kW.h				1.52
	Tariff 4				
9.4	Bulk Users				
	This tariff is applicable on all users whose maximum demand is over 50 KVA in any 30 minute period in a consumption month.				
9.4.1					
	Minimum	5119.43		7.39%	5497.76
	Per KVA	154.47		7.39%	173.05
9.4.2	kW.h consumption per consumption month or part thereof	0.54		7.39%	60.48

	Tariff 5				
	Empty erven and erven where the electricity supply where taken out.				
		41.29		10%	45.42
	An amount of R45.42 per month is payable for each erf (except if the erf is part of land belonging to the Government) which is not connected to the electricity network of the municipality and is adjacent to a street or part of a street in which the electricity supply is available. This tariff is also applicable where the owner has requested that the electricity supply must be removed				
	Tariff 6				
	Electricity Connections				
	Residential Connections per connection	4 171.85		10%	4 589.03
	Other connections per connection	6 099.19		10%	6 709.11
	The installation of a 3 phase meter (pre-paid or conventional). Additional cost per connection	5 562.50		10%	6 118.75
	The change to or installation of a single phase pre-paid meter per connection (additional cost)	1 251.60		10%	1 376.76
	The connection fees of indigents and poor households are subsidised out of the Equitable Share at 100% and 50% respectively				
	Deposits				
	Deposits for all residential and other users are payable according to the Council's Credit Control Policy				
	Increases of deposits will be done within the electricity provision regulations and the credit control policy				
	Indigents will not pay any deposits				
	Poor households will only pay 50% of the relevant deposit				
	Reconnections and special meter readings				
	Per application and in cases of late payments	73.19		10%	80.51

	Installation Tests				
	First Test	61.03		10%	67.13
	Per test thereafter	73.19		10%	80.51
	Telephonic Reminders per call	12.23		10%	13.45
	Call outs:				
	The costs will be added to the monthly consumer account if it cannot be paid during the call out				
	During Working Hours:				
	Per Call	69.60		10%	76.56
	Labour per hour	134.20		10%	147.62
	Material for the cost of the consumer				
	After Hours:				
	Per Call	105.00		10%	115.50
	Labour per hour	233.72		10%	257.09
	Material for the cost of the consumer				
	Sundays and Public Holidays				
	Per Call	113.30		10%	124.63
	Labour per hour	311.60		10%	342.76
	Material for the cost of the consumer				
	Call outs after hours are only applicable if there is no electricity				
	Petra Diamonds Mine personnel or owners of houses	-			
	Only requests from home owners will receive attention but personnel from Petra Diamonds Mine can through the mines security office request help in the case of an emergency				
	Tampering of meters :				
	Consumers will be charged if proven that there had been tampered with municipal property.				
	Services will be discontinued until full payment has been made				
10.0	Water Tariffs				
10.1	Residential				
	0 - 6KL	-			-

	7-30 KL	5.83		0%	5.83
	31-50 KL	8.03		0%	8.03
	>50 KL	8.83		0%	8.83
	Fixed Levy	45.66		6%	48.40
10.2	Flats for the Old Age				
	Fixed Levy: per month	45.66		6%	48.40
10.3	Industries (In Industrial Area)				
	Fixed Levy	570.99		6%	605.25
	Per Kilolitre	7.29		10%	8.02
10.4	Business				
	Fixed Levy: per month	137.05		10%	150.75
	Per Kilolitre	7.41		10%	8.15
10.5	Petra Diamonds Mine: Purified Water				
	Fixed Levy: per month	570.99		6%	605.25
	Per Kilolitre	7.29		10%	8.02
10.6	Schools, Crèches and Boarding Schools				
	Fixed Levy: per month	129.50		10%	142.45
	Per Kilolitre	7.29		10%	8.02
10.7	Municipal Usages				
	Per Kilolitre	6.16			6.53
10.8	Empty Erven (excluding Government Land)				
	Fixed Levy: per month	41.03			43.49
10.9	Chanal Water (Jacobsdal)				
	Levy per hour	221.42		10%	243.56
10.10	Pre-paid System				
	Non-residential	5.64		10%	6.20
10.11	Pre-paid System				
	Residential (0-6Kl Free)	8.39			8.89
10.12	Water connection	1001.00		0%	1001.00
10.13	Tampering of meters :				
	Consumers will be charged if proven that there had been tampered with municipal property.				
	Services will be discontinued until full payment has been made				
	All the above tariffs excludes VAT				

